

U.S. Department of the Interior BUREAU OF LAND MANAGEMENT

Sundry Print Report

Well Name: OTTAWA AOW FED Well Location: T19S / R25E / SEC 3 / County or Parish/State: EDDY /

SWSW / 32.6846535 / -104.4791259

Well Number: 2 Type of Well: OIL WELL Allottee or Tribe Name:

Lease Number: NMLC064488E Unit or CA Name: Unit or CA Number:

LLC

Notice of Intent

Sundry ID: 2781742

Type of Submission: Notice of Intent

Type of Action: Plug and Abandonment

Date Sundry Submitted: 03/26/2024 Time Sundry Submitted: 01:03

Date proposed operation will begin: 04/15/2024

<style isBold="true">Procedure Description:</style> Silverback Operating II, LLC plans to plug and abandon this well as follows: MIRU all safety equipment as needed. Kill well and remove valve. NU BOP. Pump freshwater mud from top of plug at 7,573&apos; to 1,254&apos;. Spot 30 sks class C cmt plug from 1,254&apos; to 1,074&apos;. WOC and tag. Pump freshwater mud from top of plug to 180&apos;. PU and spot 25 sks class C cmt plug from 180&apos; to surface. Backfill as needed. Cut off wellhead and verify cement is to surface on all strings. Install marker. RD and clean location as needed. Wellbore schematics are attached.

Surface Disturbance

Is any additional surface disturbance proposed?: No

NOI Attachments

Procedure Description

Ottawa_AOW_Fed__2_PA_2024_20240326130242.pdf

eceived by OCD: 4/16/2024 3:48:39 PM
Well Name: OLIAWA AOW FED Well Location: T19S / R25E / SEC 3 /

SWSW / 32.6846535 / -104.4791259

County or Parish/State: EDDY 7 of

NM

Well Number: 2 Type of Well: OIL WELL **Allottee or Tribe Name:**

Unit or CA Number: Lease Number: NMLC064488E **Unit or CA Name:**

US Well Number: 3001528753 Operator: SILVERBACK OPERATING II

Conditions of Approval

Specialist Review

2781742___Ottawa_AOW_Fed_2__COA_and_Updated_Procedure_20240414121526.pdf

Operator

I certify that the foregoing is true and correct. Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction. Electronic submission of Sundry Notices through this system satisfies regulations requiring a

Operator Electronic Signature: FATMA ABDALLAH Signed on: MAR 26, 2024 01:03 PM

Name: SILVERBACK OPERATING II LLC

Title: Regulatory Manager

Street Address: 19702 IH 10 WEST SUITE 201

City: SAN ANTONIO State: TX

Phone: (303) 585-3316

Email address: FABDALLAH@SILVERBACKEXP.COM

Field

Representative Name: WADE CHAPMAN

Street Address: 108 S 4th St.

City: Artesia State: NM **Zip:** 88211

Phone: (361)215-2373

Email address: wchapman@silverbackexp.com

BLM Point of Contact

Signature: KEITH IMMATTY

BLM POC Name: KEITH P IMMATTY BLM POC Title: ENGINEER

BLM POC Phone: 5759884722 BLM POC Email Address: KIMMATTY@BLM.GOV

Disposition: Approved Disposition Date: 04/14/2024

Form 3160-5 (June 2019)

UNITED STATES DEPARTMENT OF THE INTERIOR

| FORM APPROVED | |
|---------------------------|---|
| OMB No. 1004-0137 | |
| Expires: October 31, 2021 | l |

| EAU OF LAND MANAGEMENT | 5. Lease Seri |
|------------------------|---------------|
|------------------------|---------------|

| BURE | AU OF LAND MANAGEMENT | | 5. Lease Serial No. | | | | | |
|--|--|-----------------------|-------------------------------|---|--|--|--|--|
| | OTICES AND REPORTS ON Worm for proposals to drill or to | | 6. If Indian, Allottee or | r Tribe Name | | | | |
| | lse Form 3160-3 (APD) for suc | | | | | | | |
| | RIPLICATE - Other instructions on page | 2 | 7. If Unit of CA/Agree | ement, Name and/or No. | | | | |
| 1. Type of Well Oil Well Gas We | ell Other | | 8. Well Name and No. | | | | | |
| 2. Name of Operator | | | 9. API Well No. | | | | | |
| 3a. Address | 3b. Phone No. | (include area code) | 10. Field and Pool or I | Exploratory Area | | | | |
| | | | | | | | | |
| 4. Location of Well (Footage, Sec., T.,R. | ,M., or Survey Description) | | 11. Country or Parish, | State | | | | |
| 12. CHEC | CK THE APPROPRIATE BOX(ES) TO INC | DICATE NATURE OF NOTI | ICE, REPORT OR OTH | IER DATA | | | | |
| TYPE OF SUBMISSION | | TYPE OF AC | TION | | | | | |
| Notice of Intent | Acidize Deep Alter Casing Hydra | _ | uction (Start/Resume) amation | Water Shut-Off Well Integrity | | | | |
| Subsequent Report | Casing Repair New | Construction Reco | omplete | Other | | | | |
| | | | porarily Abandon | | | | | |
| Final Abandonment Notice | Convert to Injection Plug Peration: Clearly state all pertinent details, in | | er Disposal | 1 1 | | | | |
| | ns. If the operation results in a multiple com
ces must be filed only after all requirements | | | | | | | |
| 14. I hereby certify that the foregoing is t | rue and correct. Name (Printed/Typed) | Title | | | | | | |
| | | 1100 | | | | | | |
| Signature | | Date | | | | | | |
| | THE SPACE FOR FEDE | ERAL OR STATE OF | ICE USE | | | | | |
| Approved by | | | | | | | | |
| | | Title | I | Date | | | | |
| | ed. Approval of this notice does not warrant quitable title to those rights in the subject leaduct operations thereon. | | <u> </u> | | | | | |
| | U.S.C Section 1212, make it a crime for an | | Ifully to make to any de | partment or agency of the United States | | | | |

(Instructions on page 2)

GENERAL INSTRUCTIONS

This form is designed for submitting proposals to perform certain well operations and reports of such operations when completed as indicated on Federal and Indian lands pursuant to applicable Federal law and regulations. Any necessary special instructions concerning the use of this form and the number of copies to be submitted, particularly with regard to local area or regional procedures and practices, are either shown below, will be issued by or may be obtained from the local Federal office.

SPECIFIC INSTRUCTIONS

Item 4 - Locations on Federal or Indian land should be described in accordance with Federal requirements. Consult the local Federal office for specific instructions.

Item 13: Proposals to abandon a well and subsequent reports of abandonment should include such special information as is required by the local Federal office. In addition, such proposals and reports should include reasons for the abandonment; data on any former or present productive zones or other zones with present significant fluid contents not sealed off by cement or otherwise; depths (top and bottom) and method of placement of cement plugs; mud or other material placed below, between and above plugs; amount, size, method of parting of any casing, liner or tubing pulled and the depth to the top of any tubing left in the hole; method of closing top of well and date well site conditioned for final inspection looking for approval of the abandonment. If the proposal will involve **hydraulic fracturing operations**, you must comply with 43 CFR 3162.3-3, including providing information about the protection of usable water. Operators should provide the best available information about all formations containing water and their depths. This information could include data and interpretation of resistivity logs run on nearby wells. Information may also be obtained from state or tribal regulatory agencies and from local BLM offices.

NOTICES

The privacy Act of 1974 and the regulation in 43 CFR 2.48(d) provide that you be furnished the following information in connection with information required by this application.

AUTHORITY: 30 U.S.C. 181 et seq., 351 et seq., 25 U.S.C. 396; 43 CFR 3160.

PRINCIPAL PURPOSE: The information is used to: (1) Evaluate, when appropriate, approve applications, and report completion of subsequent well operations, on a Federal or Indian lease; and (2) document for administrative use, information for the management, disposal and use of National Resource lands and resources, such as: (a) evaluating the equipment and procedures to be used during a proposed subsequent well operation and reviewing the completed well operations for compliance with the approved plan; (b) requesting and granting approval to perform those actions covered by 43 CFR 3162.3-2, 3162.3-3, and 3162.3-4; (c) reporting the beginning or resumption of production, as required by 43 CFR 3162.4-1(c)and (d) analyzing future applications to drill or modify operations in light of data obtained and methods used.

ROUTINE USES: Information from the record and/or the record will be transferred to appropriate Federal, State, local or foreign agencies, when relevant to civil, criminal or regulatory investigations or prosecutions in connection with congressional inquiries or to consumer reporting agencies to facilitate collection of debts owed the Government.

EFFECT OF NOT PROVIDING THE INFORMATION: Filing of this notice and report and disclosure of the information is mandatory for those subsequent well operations specified in 43 CFR 3162.3-2, 3162.3-3, 3162.3-4.

The Paperwork Reduction Act of 1995 requires us to inform you that:

The BLM collects this information to evaluate proposed and/or completed subsequent well operations on Federal or Indian oil and gas leases.

Response to this request is mandatory.

The BLM would like you to know that you do not have to respond to this or any other Federal agency-sponsored information collection unless it displays a currently valid OMB control number.

BURDEN HOURS STATEMENT: Public reporting burden for this form is estimated to average 8 hours per response, including the time for reviewing instructions, gathering and maintaining data, and completing and reviewing the form. Direct comments regarding the burden estimate or any other aspect of this form to U.S. Department of the Interior, Bureau of Land Management (1004-0137), Bureau Information Collection Clearance Officer (WO-630), 1849 C St., N.W., Mail Stop 401 LS, Washington, D.C. 20240

(Form 3160-5, page 2)

Additional Information

Location of Well

 $0. \ SHL: \ SWSW \ / \ 660 \ FSL \ / \ 660 \ FWL \ / \ TWSP: \ 19S \ / \ RANGE: \ 25E \ / \ SECTION: \ 3 \ / \ LAT: \ 32.6846535 \ / \ LONG: \ -104.4791259 \ (\ TVD: \ 0 \ feet, \ MD: \ 0 \ feet)$ $BHL: \ SWSW \ / \ 660 \ FSL \ / \ 660 \ FWL \ / \ TWSP: \ 19S \ / \ SECTION: \ / \ LAT: \ 0.0 \ / \ LONG: \ 0.0 \ (\ TVD: \ 0 \ feet, \ MD: \ 0 \ feet)$

Ottawa AOW Federal #2 30-015-28753 3-19S-25E Unit M

Silverback Operating II, LLC plans to plug and abandon this well as follows:

- 1. MIRU all safety equipment as needed. Kill well and remove valve. NU BOP.
- 2. Pump freshwater mud from top of plug at 7,573' to 1,254'.
- 3. Spot 30 sks class C cmt plug from 1,254' to 1,074'. WOC and tag.
- 4. Pump freshwater mud from top of plug to 180'.
- 5. PU and spot 25 sks class C cmt plug from 180' to surface. Backfill as needed.
- 6. Cut off wellhead and verify cement is to surface on all strings. Install marker. RD and clean location as needed.

Wellbore schematics are attached.

| Ottawa AOW Fed #2 Current | | | WN-RNG: | | | | | API: 30-0 | 15-28753 | |
|---|------------------------------------|-----------|----------|----------|-----------|---------|-------------|---------------------------------------|-----------------|---------------|
| Ottawa AOW Feu #2 Current | Footage Calls: 660' FSL & 660" FWL | | | | | | | Elev 3504' GR | | |
| COMMENTS | La | t/Long | (NAD83): | | | | | | | |
| A | | | | | | | | | | |
| | CASIN | IG DETAI | _ | 1 | T | 1 | ı | | | |
| | # | HOLE | CSG | WGHT | GRADE | Тор | Depth | TOC | SX | |
| | Α | 26 | 20 | | | 0 | 80 | Surface | | |
| | В | 14 3/4 | 9 5/8 | 16 | J-55 | 0 | 1,164 | Surface | 1350 | |
| | С | 8 3/4 | 7 | 26 & 23 | N80 & J55 | 0 | 8,200 | Circ to Surf | 1350 | |
| | | | | | | | | | | |
| | | | | | | | | | | |
| | | | | | | | | | | |
| | FORM | IATION TO | | 1 | 1 | | | | | |
| | | FORMA | TION | TOP (FT) | | ORMATIO | ON | | TOP | |
| | San A | | | 670 | Canyon | | | | 7,614 | |
| | Glorie | ta | | 2096 | | | | | | |
| | Abo | | | 4,742 | 1 | l | | | | |
| B | Wolfc | amp | | 5,529 | | | | | | |
| | | | | | | | | | | |
| | TUBIN | IG DETAII | _ | • | 1 | ı | 1 | | | |
| | | OD | GRADE | WGHT | TOP | BASE | | | nments | |
| | 2 | 2 7/8 | L80 | | 0 | 7,500 | mt plugge | d off tbg. Drain | age holes set | @ 7330'-7334' |
| | | | | | | | | | | |
| | | | | | | | | | | |
| | - | | | | | | | | | |
| | | | | | | | | | | |
| | DEDE | ODATION | DETAIL | | | | | | | |
| | PERF | ORATION | FORMATIO | N | TOP | BASE | | TRF | ATMENT | |
| | | | | | | | 4.0.40" h | | ATTIME INT | |
| | | | Canyon | | 7,837 | 7,843 | 4 0.42" ho | | | |
| | | | Canyon | | 7,744 | 7,788 | | les. Acidized w/ :
gal 20% NEFE ac | | |
| DV tool @ 6242' | | | | | | | una 60,000; | jui 20 /6 1421 2 uc | ia una ban scan | |
| | | | | | | | | | | |
| Drainage holes in | | | | | | | | | | |
| tbg @ 7330'-7334' | | | | | | | | | | |
| | | | | | | | | | | |
| | PLUG | S | | | | | | | | |
| | # | sx | Class | Тор | Bottom | Ht | | Notes | | Tag |
| | 1 | 30 | H | 7537 | 7700 | | 15.6ppg 6 | 3bbls slurry or | top of CIBP | Y |
| CIBP @ 7700' capped w/ class H cmt plug 7700'-7573' | | 30 | п | 1331 | 7700 | 100 | .o.oppg o. | | | ' |
| ITI GIII. piug 7700-7575 | 2 | | | <u> </u> | | | | | | |
| Canyon perfs 7744'-7843'. | 3 | | <u></u> | | | | | | | |
| | 4 | | | | | | | | | |
| | 5 | | <u></u> | | | | | | | |
| c | 6 | | | | | | | | | |
| | 7 | | | | | | | | | |
| | | | | | | | | | | |
| | | | | | | | | | | |
| PBTD: 8,103 MD
TD: 8,200 MD | | | | | | | | | | |

| eceived by OCD: 4/16/20 | ACIM | 20 P | 442 | Drono | sed P&A | | | WN-RNG: | | | | | API: 30-0 | | |
|-------------------------------|-------|------|------|--|-------------------|--------|-----------|-----------|----------|------------|---------|-------------|---------------------------------------|-----------------------|----------------|
| Ollawa | ACW | Tec | | Floho | SEU POA | | | ge Calls: | 660' FSL | . & 660" | FWL | | Elev 3504 | 4' GR | |
| COMMENTS | | | | | | Lat | t/Long | (NAD83): | | | | | | | |
| Spot class C plug from 180 to | Α | | | | | | | | | | | | | | |
| surface. | | | | | | CASIN | NG DETAIL | <u>L</u> | | | | | | | |
| | | | | | | # | HOLE | CSG | WGHT | GRADE | Тор | Depth | TOC | SX | |
| | | | | | | Α | 26 | 20 | _ | _ | 0 | 80 | Surface | | |
| | | | | | | В | 14 3/4 | 9 5/8 | 16 | J-55 | 0 | 1,164 | Surface | 1350 | |
| Freshwater mud between | | | | | | С | 8 3/4 | 7 | | N80 & J55 | | 8,200 | Circ to Surf | 1350 | |
| plugs. | | | | | | | 0 0/- | | 20 0. 20 | 1100 0 000 | | 0,200 | one to our | 1000 | |
| | | | | | | | | | | | | | | | |
| | | | | | | | | | | | | | | | |
| | | | | | | FORM | IATION TO | NDC . | | | | | | | |
| | | | | | | FURIV | IATION TO | | TOD (ET) | | ODMATIC | N | | TOD | |
| | | | | | | 0 4 | FORMA | IION | TOP (FT) | | ORMATIC | JN | | TOP | |
| | 1 | | | | | San A | | | | Canyon | | | | 7,614 | |
| | 1 | | | | | Glorie | eta | | 2096 | | | | | | |
| Spot class C cmt plug from | 1 | | | | | Abo | | | 4,742 | | | | | | |
| 1254'-1074'. | 1 | В | | | | Wolfc | amp | | 5,529 |] | | | | | |
| | 1 | | | | | | | | | | | | | | |
| | 1 | | | | | TUBIN | IG DETAII | L | | | | | | | |
| | | | | | | | OD | GRADE | WGHT | TOP | BASE | | Con | nments | |
| | | | | | | | | | | | | | | | |
| | | | | | | | | | | | | | | | |
| | | | | | | | | | | | | _ | | | |
| | | | | | | | | | | | | | | | |
| Freshwater mud between | | | | | | | | | | | | | | | |
| plugs. | | | | | | | | | | | | | | | |
| - | | | | | | DEDE | ORATION | DETAIL | | | | | | | |
| | | | | | | LIXI | OKATION | FORMATIO | N | TOP | BASE | | TREA | ATMENT | |
| | | | | | | | | | | | | 4.0.40" | | | |
| | | | | | | | | Canyon | | 7,837 | 7,843 | 4 0.42" ho | | | |
| | | | | | | | | Canyon | | 7,744 | 7,788 | 11 0.42" ho | les. Acidized w/ :
gal 20% NEFE ac | 250 gal 20% iro | n control acid |
| | | | | | DV tool @ 6242' | | | | | | | anu 30,000 | gai 20 % NEFE ac | iu aliu bali sea | iers. |
| | | | | | DV 1001 @ 0242 | | | | | | | | | | |
| | | | | | Drainage holes in | | | | | | | | | | |
| | | | | | tbg @ 7330'-7334' | | | | | | | | | | |
| | | | | | | | | | | | | | | | |
| | | | | | | | | | | | | | | | |
| | 1 | | | | | PLUG | S | | ı | | | 1 | | | |
| CIBP @ 7700' capped w/ class | 1 | | | | | # | sx | Class | Тор | Bottom | Ht | | Notes | | Tag |
| H cmt plug 7700'-7573' | 1 | | | | | 1 | 30 | Н | 7537 | 7700 | 163 | 15.6ppg 6.3 | 3bbls slurry on t | op of CIBP | Υ |
| | 1 | | | | | 2 | 30 | С | 1074 | 1,254 | 180 | Snot pluc | over surface | csa shoe | Υ |
| | 1 | 3 | | | | | | | | | | | | 539 3110 6 | |
| Canyon perfs 7744'-7843'. | 1 | 7 | | | | 3 | 30 | С | 0 | 180 | 180 | Surface | plug | | |
| | 1 | | | | | 4 | | | | | | | | | |
| | 1 | | | | | 5 | | | | | | | | | |
| | 1 | С | | $\times\!$ | | 6 | | | | | | | | | |
| | 1 | | | | | 7 | | | | | | | | | |
| | 1 | | | | | | | | | | | | | | |
| | PBTD: | | 8,10 | 3 MD | | | | | | | | | | | |
| | TD: | | 8,20 | | | | | | | | | | | | |
| | | | | | | | | | | | | | | | |

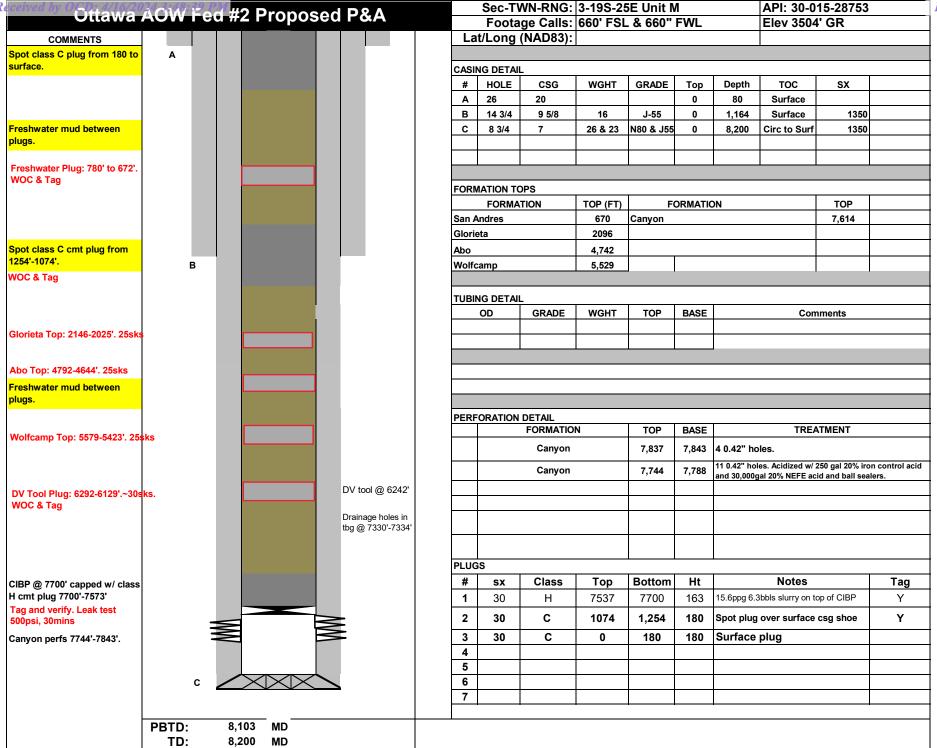
Ottawa AOW Federal #2 30-015-28753 3-19S-25E Unit M

Silverback Operating II, LLC plans to plug and abandon this well as follows:

- 1. MIRU all safety equipment as needed. Kill well and remove valve. NU BOP.
- 2. Pump freshwater mud from top of plug at 7,573' to 1,254'.
- 3. Tag and verify existing CIBP and cement. Leak test casing 500psi, 30mins. Address casing leaks if any and re-test
- 4. DV Tool Plug: 6292-6129'.~30sks. WOC & Tag
- 5. Wolfcamp Top: 5579-5423'. 25sks
- 6. Abo Top: 4792-4644'. 25sks
- 7. Glorieta Top: 2146-2025'. 25sks
- 8. Spot 30 sks class C cmt plug from 1,254' to 1,074'. WOC and tag.
- 9. Freshwater Plug: 780' to 672'. 25sks. WOC & Tag
- 10. Pump freshwater mud from top of plug to 180'.
- 11. PU and spot 25 sks class C cmt plug from 180' to surface. Backfill as needed.
- 12. Cut off wellhead and verify cement is to surface on all strings. Install marker. RD and clean location as needed.

Wellbore schematics are attached.

| Received by OCD: 4067024 | a ACW | Fod | #2 C | TIER | ant | | | WN-RNG: | | | | | API: 30-0 | | |
|------------------------------|-------|----------------|---|---------------|-------------------------------------|-------|-----------|-----------|----------|-----------|---------|-------------|------------------|-----------------|--------------------------|
| Ottaw | a AOV | v i eu | #Z C | ull | GIIL | | | ge Calls: | | . & 660" | FWL | | Elev 3504 | 4' GR | |
| COMMENTS | | | | | | La | t/Long | (NAD83): | | | | | | | |
| | Α | | | | | | | | | | | | | | |
| | | | | | | CASI | NG DETAI | L | | | | | | | |
| | | | | | | # | HOLE | CSG | WGHT | GRADE | Тор | Depth | TOC | SX | |
| | | | | | | Α | 26 | 20 | | | 0 | 80 | Surface | | |
| | | | | | | В | 14 3/4 | 9 5/8 | 16 | J-55 | 0 | 1,164 | Surface | 1350 | |
| | | | | | | С | 8 3/4 | 7 | 26 & 23 | N80 & J55 | 0 | 8,200 | Circ to Surf | 1350 | |
| | | | | | | | | | | | | | | | |
| | | | | | | | | | | | | | | | |
| | | | | | | | | | | | | | | | |
| | | | | | | FOR | MATION TO | OPS | | | | | | | |
| | | | | | | | FORMA | TION | TOP (FT) | F | ORMATIC | ON | | TOP | |
| | | | | | | San A | Andres | | 670 | Canyon | | | | 7,614 | |
| | | | | | | Glori | | | 2096 | | | | | | |
| | | | | | | Abo | | | 4,742 | | | | | | |
| | В | | | | | Wolfe | amp | | 5,529 | | | | | | |
| | - | | | | | | | | -,520 | | 1 | | | | |
| | | | | | | TUDI | NG DETAI | ı | | | | | | | |
| | | | | | | ТОБІ | OD OD | GRADE | WGHT | ТОР | BASE | | Cor | nments | |
| | | | | | | | 2 7/8 | L80 | Wolli | 0 | | emt plugge | d off tbg. Drain | | - @ 7330'_733 <i>4</i> ' |
| | | | | | | | 2 170 | | | | 7,000 | Jiii piugge | a on tog. Drain | lage notes set | . @ 7000 -7004 |
| | | | | | | | | | | | l | | | | |
| | | | | | | | | | | | | | | | |
| | | | | | | | | | | | | | | | |
| | | | | | | | | | | | | | | | |
| | | | | | | PERF | ORATION | DETAIL | | | | | | | |
| | | | | | | 1 | | FORMATIO | N | TOP | BASE | | TRE | ATMENT | |
| | | | | | | | | Canyon | | 7,837 | 7,843 | 4 0.42" h | oles. | | |
| | | | | | | | | Camiran | | 7.744 | 7 700 | 11 0.42" ho | les. Acidized w/ | 250 gal 20% iro | n control acid |
| | | | | | | | | Canyon | | 7,744 | 7,788 | and 30,000 | gal 20% NEFE ad | id and ball sea | lers. |
| | | | | | DV tool @ 6242' | | | | | | | | | | |
| | | | | | | | | | | | | | | | |
| | | | | ≥ | Drainage holes in tbg @ 7330'-7334' | | | | | | | | | | |
| | | | | | g @ 7 000 7 00 1 | | | | | | | | | | |
| | | | | | | | | | | | | | | | |
| | | | | | | PLUC | S | | | | | | | | |
| | | | | | | # | sx | Class | Тор | Bottom | Ht | | Notes | | Tag |
| CIBP @ 7700' capped w/ class | | | | | | 1 | 30 | Н | 7537 | 7700 | 163 | 15.6ppg 6 | .3bbls slurry o | n top of CIBP | Υ |
| H cmt plug 7700'-7573' | | | _ | \Rightarrow | | 2 | | | | | | | | | |
| | | \leq | | = | | | | | | | | | | | |
| Canyon perfs 7744'-7843'. | | | | F | | 3 | | | | | | | | | |
| | | | | | | 4 | | | 1 | | | | | | |
| | | | | | | 5 | | | | 1 | | | | | |
| | С | $\angle 	imes$ | $\downarrow \downarrow \downarrow \downarrow$ | ×_` | | 6 | | | | | | | | | |
| | | | | | | 7 | | | <u> </u> | | | | | | |
| | | | | | | | | | | | | | | | |
| P | BTD: | 8,103 | | | | | | | | | | | | | |
| 1 | TD: | 8.200 | MD | | | | | | | | | | | | |



Sundry ID 2781742

| Plug Type | Тор | Bottom | Length | Tag | Sacks | Notes |
|-------------------------------|---------|---------|--------|------------|-------|----------------------|
| | | | | | | |
| | | | | Verify | | |
| Surface Plug | 0.00 | 180.00 | 180.00 | circulated | | |
| Shoe Plug | 0.00 | 180.00 | 180.00 | to surface | 30.00 | |
| | | | | WOC and | | |
| Fresh Water @ 730 | 672.70 | 780.00 | 107.30 | Tag | 25.00 | |
| | | | | WOC and | | |
| Shoe Plug | 1102.36 | 1214.00 | 111.64 | Tag | 25.00 | |
| Glorieta @ 2096 | 2025.04 | 2146.00 | 120.96 | | 25.00 | |
| ABO in Plateform Shelf @ 4742 | 4644.58 | 4792.00 | 147.42 | | 25.00 | |
| Wolfcamp @ 5529 | 5423.71 | 5579.00 | 155.29 | | 25.00 | |
| | | | | WOC and | | |
| DV tool plug | 6129.58 | 6292.00 | 162.42 | Tag | 30.00 | |
| | | | | | | Existing CIBP. Leak |
| | | | | WOC and | | test casing, 500psi, |
| CIBP Plug | 7665.00 | 7700.00 | 35.00 | Tag | | 30mins |

No more than 2000' is to be allowed between plugs in open hole, and no more than 3000' between plugs in cased hole.

Class H >7500'

Class C<7500'

Fluid used to mix the cement in R111P shall be saturated with the salts common to the section penetrated, and in suitable proportions, but not more than 3% calcium chloride by weight of cement will be considered the desired mixture whenever possible.

Critical, High Cave Karst: Cave Karst depth to surface

R111P: Solid plug in all annuli - 50' from bottom of salt to surface.

Class C: 1.32 ft^3/sx Class H: 1.06 ft^3/sx

Onshore Order 2.III.G Drilling Abandonment Requirements: "All formations bearing usable-quality water, oil, gas, or geothermal resources, and/or a prospectively valuable deposit of minerals shall be protected.

| Cave Karst/Potash Cement | Medium KAR | ST DEPTH/TOS to s | urface | 500.00 |
|--------------------------|------------|-------------------|---------|--------|
| Shoe @ | 80.00 | | | |
| Shoe @ | 1164.00 | | | |
| Shoe @ | 8200.00 | | | |
| Perforatons Top @ | 7744.00 | Perforations | 7843.00 | |
| DV Tool @ | 6242.00 | CIBP @ | 7700.00 | |

BUREAU OF LAND MANAGEMENT Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

Permanent Abandonment of Federal Wells Conditions of Approval

Failure to comply with the following Conditions of Approval may result in a Notice of Incidents of Noncompliance (INC) in accordance with 43 CFR 3163.1.

1. Plugging operations shall commence within <u>ninety (90)</u> days from the approval date of this Notice of Intent to Abandon.

If you are unable to plug the well by the 90th day provide this office, prior to the 90th day, with the reason for not meeting the deadline and a date when we can expect the well to be plugged. Failure to do so will result in enforcement action.

The rig used for the plugging procedure cannot be released and moved off without the prior approval of the authorized officer. Failure to do so may result in enforcement action.

- 2. <u>Notification:</u> Contact the appropriate BLM office at least 24 hours prior to the commencing of any plugging operations. For wells in Chaves and Roosevelt County, call 575-627-0272; Eddy County, call 575-361-2822; Lea County, call 575-689-5981.
- 3. <u>Blowout Preventers</u>: A blowout preventer (BOP), as appropriate, shall be installed before commencing any plugging operation. The BOP must be installed and maintained as per API and manufacturer recommendations. The minimum BOP requirement is a 2M system for a well not deeper than 9,090 feet; a 3M system for a well not deeper than 13,636 feet; and a 5M system for a well not deeper than 22,727 feet.
- 4. <u>Mud Requirement:</u> Mud shall be placed between all plugs. Minimum consistency of plugging mud shall be obtained by mixing at the rate of 25 sacks (50 pounds each) of gel per 100 barrels of **brine** water. Minimum nine (9) pounds per gallon.
- 5. Cement Requirement: Sufficient cement shall be used to bring any required plug to the specified depth and length. Any given cement volumes on the proposed plugging procedure are merely estimates and are not final. Unless specific approval is received, no plug except the surface plug shall be less than 25 sacks of cement. Any plug that requires a tag will have a minimum WOC time of 4 hours. Tagging the plug means running in the hole with a string of tubing or drill pipe and placing sufficient weight on the plug to ensure its integrity. Other methods of tagging the plug may be approved by the BLM authorized officer or BLM field representative.

In lieu of a cement plug across perforations in a cased hole (not for any other plugs), a bridge plug set within 50 feet to 100 feet above the perforations shall be capped with 25 sacks of cement. If a bailer is used to cap this plug, 35 feet of cement shall be sufficient. **Before pumping or bailing cement on top of CIBP, tag will be required to verify depth. Based on depth, a tag of the cement may be deemed necessary.**

Unless otherwise specified in the approved procedure, the cement plug shall consist of either Neat Class "C", for up to 7,500 feet of depth or Neat Class "H", for deeper than 7,500 feet plugs.

6. <u>Dry Hole Marker</u>: All casing shall be cut-off at the base of the cellar or 3 feet below final restored ground level (whichever is deeper). The BLM is to be notified *BY PHONE* (numbers listed in 2. Notifications,) minimum of 4 hours prior to the wellhead being cut off to verify that cement is to surface in the casing and all annuluses. Wellhead cut off shall commence within ten (10) calendar days of the well being plugged. If the cut off cannot be done by the 10th day, the BLM is to be contacted with justification to receive an extension for completing the cut off.

The well bore shall then be capped with a 4-inch pipe, 10-feet in length, 4 feet above ground and embedded in cement, unless otherwise noted in COA (requirements will be attached). The following information shall be permanently inscribed on the dry hole marker: well name and number, name of the operator, lease serial number, surveyed location (quarter-quarter section, section, township and range or other authorized survey designation acceptable to the authorized officer such as metes and bounds). A weep hole shall be left if a metal plate is welded in place.

- 7. <u>Subsequent Plugging Reporting:</u> Within 30 days after plugging work is completed, file one original and three copies of the Subsequent Report of Abandonment, Form 3160-5 to BLM. The report should give in detail the manner in which the plugging work was carried out, the extent (by depths) of cement plugs placed, and the size and location (by depths) of casing left in the well. **Show date well was plugged.**
- 8. <u>Trash:</u> All trash, junk and other waste material shall be contained in trash cages or bins to prevent scattering and will be removed and deposited in an approved sanitary landfill. Burial on site is not permitted.

Following the submission and approval of the Subsequent Report of Abandonment, surface restoration will be required. See attached reclamation objectives.



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Carlsbad Field Office 620 E. Greene St. Carlsbad, New Mexico 88220-6292 www.blm.gov/nm



In Reply Refer To: 1310

Reclamation Objectives and Procedures

Reclamation Objective: Oil and gas development is one of many uses of the public lands and resources. While development may have a short- or long-term effect on the land, successful reclamation can ensure the effect is not permanent. During the life of the development, all disturbed areas not needed for active support of production operations should undergo "interim" reclamation in order to minimize the environmental impacts of development on other resources and uses. At final abandonment, well locations, production facilities, and access roads must undergo "final" reclamation so that the character and productivity of the land and water are restored.

The long-term objective of final reclamation is to set the course for eventual ecosystem restoration, including the restoration of the natural vegetation community, hydrology, and wildlife habitats. In most cases this means returning the land to a condition approximating or equal to that which existed prior to the disturbance. The final goal of reclamation is to restore the character of the land and water to its predisturbance condition. The operator is generally not responsible for achieving full ecological restoration of the site. Instead, the operator must achieve the short-term stability, visual, hydrological, and productivity objectives of the surface management agency and take steps necessary to ensure that long-term objectives will be reached through natural processes.

To achieve these objectives, remove any/all contaminants, scrap/trash, equipment, pipelines and powerlines (Contact service companies, allowing plenty of time to have the risers and power lines and poles removed prior to reclamation, don't wait till the last day and try to get them to remove infrastructure). Strip and remove caliche, contour the location to blend with the surrounding landscape, re-distribute the native soils, provide erosion control as needed, rip (across the slope and seed as specified in the original APD COA. This will apply to well pads, facilities, and access roads. Barricade access road at the starting point. If reserve pits have not reclaimed due to salts or other contaminants, submit a plan for approval, as to how you propose to provide adequate restoration of the pit area.

- The Application for Permit to Drill or Reenter (APD, Form 3160-3), Surface Use Plan of
 Operations must include adequate measures for stabilization and reclamation of disturbed lands.
 Oil and Gas operators must plan for reclamation, both interim and final, up front in the APD
 process as per Onshore Oil and Gas Order No. 1.
- 2. For wells and/or access roads not having an approved plan, or an inadequate plan for surface reclamation (either interim or final reclamation), the operator must submit a proposal describing the procedures for reclamation. For interim reclamation, the appropriate time for submittal would be when filing the Well Completion or Recompletion Report and Log (Form 3160-4). For final reclamation, the appropriate time for submittal would be when filing the Notice of Intent, or the Subsequent Report of Abandonment, Sundry Notices and Reports on Wells (Form 3160-5). Interim reclamation is to be completed within 6 months of well completion, and final reclamation is to be completed within 6 months of well abandonment.
- 3. The operator must file a Subsequent Report Plug and Abandonment (Form 3160-5) following the plugging of a well.
- 4. Previous instruction had you waiting for a BLM specialist to inspect the location and provide you with reclamation requirements. If you have an approved Surface Use Plan of Operation and/or an approved Sundry Notice, you are free to proceed with reclamation as per approved APD. If you

have issues or concerns, contact a BLM specialist to assist you. It would be in your interest to have a BLM specialist look at the location and access road prior to the removal of reclamation equipment to ensure that it meets BLM objectives. Upon conclusion submit a Form 3160-5, Subsequent Report of Reclamation. This will prompt a specialist to inspect the location to verify work was completed as per approved plans.

- 5. The approved Subsequent Report of Reclamation will be your notice that the native soils, contour and seedbed have been reestablished. If the BLM objectives have not been met the operator will be notified and corrective actions may be required.
- 6. It is the responsibility of the operator to monitor these locations and/or access roads until such time as the operator feels that the BLM objective has been met. If after two growing seasons the location and/or access roads are not showing the potential for successful revegetation, additional actions may be needed. When you feel the BLM objectives have been met submit a Final Abandonment Notice (FAN), Form 3160-5, stating that all reclamation requirements have been achieved and the location and/or access road is ready for a final abandonment inspection.
- 7. At this time the BLM specialist will inspect the location and/or access road. If the native soils and contour have been restored, and the revegetation is successful, the FAN will be approved, releasing the operator of any further liability of the location and/or access road. If the location and/or access road have not achieved the objective, you will be notified as to additional work needed or additional time being needed to achieve the objective.

If there are any questions, please feel free to contact any of the following specialists:

Jim Amos Supervisory Petroleum Engineering Tech/Environmental Protection Specialist 575-234-5909 (Office), 575-361-2648 (Cell)

Arthur Arias Environmental Protection Specialist 575-234-6230

Crisha Morgan Environmental Protection Specialist 575-234-5987

Jose Martinez-Colon Environmental Protection Specialist 575-234-5951

Mark Mattozzi Environmental Protection Specialist 575-234-5713

Robert Duenas Environmental Protection Specialist 575-234-2229

Doris Lauger Martinez Environmental Protection Specialist 575-234-5926

Jaden Johnston Environmental Protection Asst. (Intern) 575-234-6252

District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720

District II 811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720

District III 1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. **Santa Fe, NM 87505**

CONDITIONS

Action 334173

CONDITIONS

| Operator: | OGRID: |
|------------------------------|-------------------------------------|
| Silverback Operating II, LLC | 330968 |
| 19707 IH10 West, Suite 201 | Action Number: |
| San Antonio, TX 78256 | 334173 |
| | Action Type: |
| | [C-103] NOI Plug & Abandon (C-103F) |

CONDITIONS

| Created B | Condition | Condition
Date |
|-----------|---|-------------------|
| gcorder | Run CBL from 7573' - surface. CBL must be submitted to OCD via OCD Permitting | 4/19/2024 |